

Griffin Land & Nurseries, Inc.  
Consolidated Statements of Operations  
(amounts in thousands, except per share data)  
(unaudited)

	<u>First Quarter Ended,</u>	
	<u>Feb. 28, 2015</u>	<u>Feb. 28, 2014</u>
Rental revenue (1)	\$ 5,407	\$ 4,966
Revenue from property sales (2)	826	93
Total revenue	<u>6,233</u>	<u>5,059</u>
Operating expenses of rental properties (1)	2,413	2,451
Depreciation and amortization expense	1,818	1,641
Costs related to property sales	204	24
General and administrative expenses	<u>2,011</u>	<u>2,184</u>
Total expenses	<u>6,446</u>	<u>6,300</u>
Operating loss	(213)	(1,241)
Interest expense (3)	(927)	(904)
Investment income	34	47
Gain on sale of common stock in Centaur Media plc	-	318
Loss before income tax benefit	<u>(1,106)</u>	<u>(1,780)</u>
Income tax benefit	398	682
Loss from continuing operations	(708)	(1,098)
Discontinued operations, net of tax:		
Loss from landscape nursery business, net of tax, including loss on sale of assets of \$31, net of tax, in the 2014 first quarter	-	(272)
Net loss	<u>\$ (708)</u>	<u>\$ (1,370)</u>
Basic net loss per common share:		
Loss from continuing operations	\$ (0.14)	\$ (0.21)
Loss from discontinued operations	-	(0.06)
Basic net loss per common share	<u>\$ (0.14)</u>	<u>\$ (0.27)</u>
Diluted net loss per common share:		
Loss from continuing operations	\$ (0.14)	\$ (0.21)
Loss from discontinued operations	-	(0.06)
Diluted net loss per common share	<u>\$ (0.14)</u>	<u>\$ (0.27)</u>
Weighted average common shares outstanding for computation of basic per share results	<u>5,150</u>	<u>5,147</u>
Weighted average common shares outstanding for computation of diluted per share results	<u>5,150</u>	<u>5,147</u>

(1) Profit from leasing activities:

	<u>First Quarter Ended,</u>	
	<u>Feb. 28, 2015</u>	<u>Feb. 28, 2014</u>
Rental revenue	\$ 5,407	\$ 4,966
Operating expenses of rental properties	2,413	2,451
Profit from leasing activities	<u>\$ 2,994</u>	<u>\$ 2,515</u>

(2) Property sales revenue in the 2015 first quarter and 2014 first quarter reflect only the recognition of previously deferred revenue from the sale of approximately 90 acres of undeveloped land in Windsor, Connecticut (the "Windsor Land Sale") that closed in fiscal 2013 and is being accounted for under the percentage of completion method. Total sale proceeds from the Windsor Land Sale were approximately \$9,000 and the estimated total pretax gain on sale is expected to be approximately \$6,754 after all costs are incurred.

(3) Interest expense is primarily for mortgages on Griffin Land's rental properties.